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Federal and Provincial Petroleum Product Taxes

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Federal and Provincial Petroleum Product Taxes



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INTRODUCTION

This is the eighth issue* of Federal and Provincial Petroleum Product Taxes. This publication provides information on federal and provincial taxes and rebates on major petroleum products.

Monitoring, analysing and reporting on Canadian petroleum product markets is an important function of the Canadian Oil Markets and Emergency Planning Division of Natural Resources Canada. In carrying out these activities, the Division must be cognizant of consumption tax information.


The Department of Finance has responsibility for federal tax policy and for establishing the level of federal taxes. Revenue Canada is responsible for tax collection. The provincial and territorial governments provide their respective petroleum product tax information to Natural Resources Canada.

The information in this report was originally compiled for internal use at Natural Resources Canada. However, in response to numerous requests from the public for tax information, as a component of product prices, the material has been organized into a handout for the general public.

This report is published twice a year, with the next edition available in July 1994. Between reports, updates to the tables will be available upon request. Your comments or suggestions on the content or format of this report are welcome.

* The first issue was published in June 1990.

The information contained in this report is believed to be accurate and reliable. However, we do not guarantee the accuracy, adequacy or completeness of the information and are not responsible for the consequences of its use.



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FEDERAL AND PROVINCIAL PETROLEUM PRODUCT TAXES TABLE OF CONTENTS

Page

CONSUMPTION TAXES ON PETROLEUM PRODUCTS

I) Federal Consumption Taxes	1
- Federal Excise Tax (FET)	1
- Goods and Services Tax (GST)	1
- Excise Tax Rebates	2
- GST Rebate	2
II) Provincial Consumption Taxes	2

TABLES

Table 1	Federal Sales and Excise Tax History from 1970	4
Table 2	History of Federal Tax Rebates	9
Table 3	Current Consumption Taxes on Petroleum Products	10
Table 4	History of Provincial Motive Fuel Taxes from 1991	11
Table 5	Recent History of Provincial Fixed and Ad Valorem Tax Rates	16
Table 6	Calculation of Provincial Consumption Taxes	17
Table 7	Provincial Clear and Marked Fuel Taxes	19
Table 8	Federal and Provincial Taxes on Alternative Fuel	22

CONSUMPTION TAXES ON PETROLEUM PRODUCTS

Petroleum products are subject to consumption taxes by both federal and provincial governments, to generate revenue and to help fund social programs. Canada, like other industrialized countries, depends on petroleum product taxes for revenue. In 1983, federal and provincial taxes on regular unleaded gasoline amounted to 13.0 cents per litre, or 27% of the retail price. In contrast, by end-December 1993, the federal and provincial tax component had almost doubled to 25.9 cents per litre, and accounted for 53% of the retail price.

I. Federal Consumption Taxes

Both federal taxes, the federal excise tax (FET) and the goods and services tax (GST), are broad-based taxes applicable to petroleum products.

Federal Excise Tax (FET)

To encourage the development and use of ethanol and methanol fuels made from renewable feedstock, the federal government made one change to the existing FET in its February 1992 budget. Effective April 1, 1992, the excise tax on the ethanol and methanol portions of blended fuels, mainly gasoline, was waived. Apart from this revision, the FET has remained unchanged in the past three federal budgets. As established in the budget of January 1990, the FET on gasoline is 8.5 cents per litre, and 9.5 cents per litre on aviation gasoline. The excise tax on diesel is 4 cents per litre, unchanged since 1987. The FET is levied at the refinery gate.

Goods and Services Tax (GST)

The GST is set at 7% of the retail price of all petroleum products. Its tax base includes the FET, provincial product tax, crude oil costs, refining and marketing costs and retail margins.

Since the imposition of the GST on January 1, 1991, the federal tax component on regular unleaded gasoline has been lower than its predecessor, the FST, with the exception of the first two months of 1991 when unusually high product prices prevailed as a result of the Persian Gulf crisis.

Excise Tax Rebates

Several categories of consumers qualified for an excise tax rebate of 1.5 cents per litre on gasoline prior to January 1, 1991. They were: farmers and other primary users such as fishermen, trappers and miners, commercial and/or business users, and the physically disabled and charities. Since January 1, 1991, however, only the physically disabled and charities continue to be eligible for this rebate.

GST Rebate

The rebate on the GST is under the "Input Tax Credit" system. A tax credit for the full 7% GST paid on purchases of gasoline and diesel is available to individuals or businesses who are registered claimants.

II. Provincial Consumption Taxes

All provinces and territories levy a tax on petroleum products. In January 1994, the weighted average provincial taxes on regular unleaded gasoline and diesel were 14.3 cents per litre and 14.0 cents per litre, respectively.

Provincial budgets and quarterly reviews form the basis for changes to petroleum product taxes. Budgets in British Columbia and Nova Scotia resulted in significant changes to taxes in those provinces during the second half of 1993. In British Columbia, gasoline and diesel taxes were increased 1 cent per litre to 11 and 11.5 cents per litre, respectively, effective September 1. The transit tax in Vancouver was also increased 1 cent per litre to 4 cents per litre on July 1. The changes in British Columbia resulted from their annual budget which was tabled on March 30, 1993.

In Nova Scotia, one of only three Canadian governments which levies taxes based on ad valorem rates, the gasoline and diesel rates were increased on October 1. The ad valorem rate on gasoline increased from 24.5% to 28.8%, while the rate on diesel rose to 36.2%, from 31.5%. These rate increases resulted in a 2 cent per litre increase in gasoline and diesel taxes, to 13.5 cents per litre and 15.4 cents per litre, respectively. On December 1, the quarterly review of gasoline taxes in Nova Scotia resulted in lower gasoline and diesel taxes due to falling petroleum product prices. However, at year-end, Nova Scotia continued to have the second highest diesel tax (15.1 cent per litre) in Canada, behind Newfoundland (17.6 cents per litre).

Prince Edward Island, Nova Scotia and the Northwest Territories use the ad valorem system to calculate their taxes on a quarterly basis. In Prince Edward Island, the only province where petroleum product prices are regulated, the gasoline, propane and diesel taxes are based on gasoline and diesel prices obtained from The Island Regulatory and Appeals Commission, the agency which oversees petroleum product prices. The prices used in calculating the taxes are those in effect during the month preceding the month in which the taxes are eligible to be changed. For example, a January 1 tax change would be based on prices in effect during December. In the case of gasoline, an average of full-serve and self-serve prices for the three grades of gasoline is calculated, including the average retail markup and the GST. The current provincial gasoline tax is subtracted from the average and the 24% ad valorem rate for gasoline is applied to arrive at the new gasoline tax. This tax also applies to propane. The diesel tax calculation is similar except an average of full-serve and self-serve diesel prices minus the current provincial diesel tax is the base and the 27% ad valorem rate is applied.

In Nova Scotia the method of calculating the provincial gasoline, propane and diesel taxes is similar to that used in Prince Edward Island. Retail gasoline and diesel prices from across the province are collected weekly by the Department of Natural Resources. The taxes are based on the provincial averages of full-serve and self-serve prices of the three grades of gasoline and diesel which were collected in the middle of the month preceding the adjustment. The ad valorem rates applied to the average prices, excluding provincial taxes, are 28.8% for gasoline and 36.2% for diesel. The propane tax is the same as the gasoline tax.

In the Northwest Territories the 17% ad valorem rate for gasoline is applied on Yellowknife's combined average full-serve and self-serve regular unleaded gasoline price, excluding the current Northwest Territories tax. Regular unleaded gasoline prices are collected by the Tax Administration Section of the Department of Finance during the month prior to the scheduled adjustment. The diesel tax is calculated at 85% of the gasoline tax and propane is exempt from tax in the Northwest Territories.

Interprovincial differences in taxes result in some movement across the provincial borders for petroleum product purchases. Quebec has selective reductions in gasoline, diesel and propane taxes in designated areas which include provincial and international borders. Newfoundland's gasoline tax is reduced by 1.5 cents per litre in Labrador between the Red Bay and the Québec border.

TABLE 1 (continued)
FEDERAL SALES AND EXCISE TAX HISTORY
¢ / LITRE

DATE	FEDERAL SALES TAX					FEDERAL EXCISE TAX						
	AD VALOREM	REG. L	REG. UL	PREM. L/UL	DIESEL AVGAS	GASOLINES				TURBO		
						LEADED AVGAS	UNLEADED	DIESEL	LEADED AVGAS			
Jan. 1, 1981	9%	1.80	2.00	2.00	1.70		1.50	1.50	-	1.50	-	
Apr. 1, 1981		2.00	2.10	2.20	2.00		1.50	1.50	-	1.50	-	
May 1, 1981		2.10	2.20	2.30	2.10		1.50	1.50	-	1.50	-	
July 1, 1981		2.20	2.40	2.40	2.20		1.50	1.50	-	1.50	-	
Sep. 1, 1981		2.30	2.50	2.60	2.30		1.50	1.50	-	1.50	-	
Dec. 1, 1981		2.40	2.50	2.60	2.40		1.50	1.50	-	1.50	-	
Jan. 1, 1982		2.40	2.50	2.60	2.40	2.70	2.60	1.50	1.50	-	-	
Apr. 1, 1982		2.60	2.80	2.80	2.60	2.90	2.70	1.50	1.50	-	-	
Sep. 1, 1982		2.80	3.00	3.00	2.80	3.10	2.90	1.50	1.50	-	-	
Jan. 1, 1983		2.70	2.80	2.90	2.70	2.90	2.70	1.50	1.50	-	-	
Apr. 1, 1983		3.00	3.10	3.20	3.00	2.90	2.70	1.50	1.50	-	-	
Jan. 1, 1984		3.00	3.20	3.30	3.10	3.30	3.10	1.50	1.50	-	-	
Aug. 1, 1984		3.10	3.30	3.30	3.20	3.30	3.10	1.50	1.50	-	-	
Oct. 1, 1984	10%	3.40	3.60	3.70	3.50	3.70	3.40	1.50	1.50	-	-	
Dec. 1, 1984		3.60	3.80	3.90	3.70	3.90	3.60	1.50	1.50	-	-	
Feb. 1, 1985		3.70	3.90	4.00	3.80	4.00	3.70	1.50	1.50	-	-	
June 1, 1985		3.20	3.50	3.60	2.90	4.00	3.70	1.50	1.50	-	-	
Sep. 3, 1985		3.20	3.50	3.60	2.90	4.00	3.70	3.50	3.50	2.00	2.00	
Oct. 1, 1985		3.26	3.57	3.67	2.97	4.00	3.70	3.50	3.50	2.00	2.00	

Federal sales taxes are estimated by Natural Resources Canada based on the ad valorem rate until June 1985.

Avgas and turbo federal sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.

TABLE 1 (continued)
FEDERAL SALES AND EXCISE TAX HISTORY
¢ / LITRE

DATE	AD VALOREM	FEDERAL SALES TAX				FEDERAL EXCISE TAX						
		REG. L	REG. UL	PREM. L/UL	DIESEL	LEADED AVGAS	TURBO	GASOLINES				
								LEADED	UNLEADED	DIESEL	LEADED AVGAS	TURBO
Jan. 1, 1986	11%	3.62	3.96	4.07	3.32	4.80	4.40	3.50	3.50	2.00	3.50	2.00
Apr. 1, 1986	12%	3.98	4.36	4.48	3.66	5.10	4.60	3.50	3.50	2.00	3.50	2.00
July 1, 1986		3.97	4.34	4.46	3.65	5.10	4.60	3.50	3.50	2.00	3.50	2.00
Oct. 1, 1986		3.77	4.12	4.24	3.48	4.70	4.10	3.50	3.50	2.00	3.50	2.00
Jan. 1, 1987		3.52	3.85	3.96	3.22	4.70	4.10	4.50	4.50	3.00	4.50	3.00
Feb. 19, 1987		3.52	3.85	3.96	3.22	4.70	4.10	5.50	5.50	4.00	5.50	4.00
Apr. 1, 1987		3.55	3.55	3.65	2.94	4.70	4.10	5.50	5.50	4.00	5.50	4.00
July 1, 1987		3.29	3.29	3.37	2.69	4.70	4.10	5.50	5.50	4.00	5.50	4.00
Oct. 1, 1987		3.29	3.29	3.38	2.62	4.70	4.10	5.50	5.50	4.00	5.50	4.00
Jan. 1, 1988		3.36	3.36	3.44	2.63	4.70	4.10	5.50	5.50	4.00	5.50	4.00
Apr. 1, 1988		3.43	3.43	3.53	2.65	4.70	4.10	6.50	6.50	4.00	6.50	4.00
July 1, 1988		3.44	3.44	3.54	2.64	4.70	4.10	6.50	6.50	4.00	6.50	4.00
Oct. 1, 1988		3.40	3.40	3.48	2.60	4.70	4.10	6.50	6.50	4.00	6.50	4.00
Jan. 1, 1989		3.29	3.29	3.38	2.54	4.70	4.10	6.50	6.50	4.00	6.50	4.00
Apr. 1, 1989		3.17	3.17	3.26	2.46	4.70	4.10	6.50	6.50	4.00	6.50	4.00
Apr. 28, 1989		3.17	3.17	3.26	2.46	4.70	4.10	8.50	7.50	4.00	8.50	4.00
June 1, 1989	13.5%	3.56	3.56	3.67	2.77	5.30	4.60	8.50	7.50	4.00	8.50	4.00
July 1, 1989		3.47	3.47	3.58	2.70	5.30	4.60	8.50	7.50	4.00	8.50	4.00
Oct. 1, 1989		3.47	3.47	3.58	2.69	5.30	4.60	8.50	7.50	4.00	8.50	4.00

Avgas and turbo federal sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.

TABLE 1 (continued)
FEDERAL SALES AND EXCISE TAX HISTORY
¢ / LITRE

<u>DATE</u>	<u>FEDERAL SALES TAX</u>					<u>FEDERAL EXCISE TAX</u>				
	<u>AD</u> <u>VALOREM</u>	<u>REG.</u> <u>L</u>	<u>REG.</u> <u>UL</u>	<u>PREM.</u> <u>L/UL</u>	<u>DIESEL</u> <u>AVGAS</u>	<u>LEADED</u> <u>AVGAS</u>	<u>TURBO</u>	<u>GASOLINES</u>		
								<u>LEADED</u>	<u>UNLEADED</u>	<u>DIESEL</u>
Jan. 1, 1990	13.5%	3.55	3.55	3.65	2.71	5.30	4.60	9.50	8.50	4.00
Apr. 1, 1990		3.63	3.63	3.74	2.77	5.30	4.60	9.50	8.50	4.00
July 1, 1990		3.74	3.74	3.85	2.88	5.30	4.60	9.50	8.50	4.00
Oct. 1, 1990		3.83	3.83	3.94	2.96	5.30	4.60	9.50	8.50	4.00

Avgas and turbo federal sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.

GOODS AND SERVICES TAX AND EXCISE TAX HISTORY

<u>DATE</u>	<u>GOODS AND SERVICES TAX</u>							<u>FEDERAL EXCISE TAX</u>			
	<u>AD</u> <u>VALOREM</u>	<u>REG.</u> <u>UL</u>	<u>MID</u> <u>UL</u>	<u>PREM.</u> <u>UL</u>	<u>DIESEL</u> <u>UL</u>	<u>PROPANE</u>	<u>TURBO</u> & <u>AVGAS</u>	<u>UNLEADED</u> <u>GASOLINES</u>	<u>DIESEL</u> <u>AVGAS</u>	<u>LEADED</u> <u>AVGAS</u>	<u>TURBO</u>
Jan. 1, 1991	7%	4.2	4.4	4.5	3.9	2.4	7%	8.5	4.0	9.5	4.0
Apr. 1, 1991		3.5	3.8	4.0	3.6	2.1		8.5	4.0	9.5	4.0
Jul. 1, 1991		3.6	3.8	4.0	3.5	2.2		8.5	4.0	9.5	4.0
Oct. 1, 1991		3.7	3.9	4.1	3.5	2.1		8.5	4.0	9.5	4.0
Jan. 1, 1992		3.4	3.6	3.8	3.4	2.2		8.5	4.0	9.5	4.0
Apr. 1, 1992		3.3	3.6	3.8	3.3	1.8		8.5	4.0	9.5	4.0
Jul. 1, 1992		3.7	3.9	4.2	3.3	1.7		8.5	4.0	9.5	4.0
Oct. 1, 1992		3.5	3.8	4.0	3.3	1.9		8.5	4.0	9.5	4.0

Numbers shown for GST are estimated by Natural Resources Canada based on the ad valorem rate and average Canadian prices.

TABLE 1 (continued)
¢ / LITRE

DATE	GOODS AND SERVICES TAX					FEDERAL EXCISE TAX					
	AD VALOREM	REG. UL.	MID UL.	PREM. UL.	DIESEL	PROPANE	TURBO & AVGAS	UNLEADED GASOLINES	DIESEL	LEADED AVGAS	TURBO
Jan. 1, 1993	7%	3.4	3.7	4.0	3.3	2.0		8.5	4.0	9.5	4.0
Apr. 1, 1993		3.3	3.6	3.9	3.3	1.9		8.5	4.0	9.5	4.0
July 1, 1993		3.4	3.7	4.0	3.3	1.8		8.5	4.0	9.5	4.0
Oct. 1, 1993		3.4	3.7	4.0	3.3	1.9		8.5	4.0	9.5	4.0
Jan. 1, 1994		3.1	3.5	3.7	3.3	1.8		8.5	4.0	9.5	4.0

Numbers shown for GST are estimated by Natural Resources Canada based on the ad valorem rate and average Canadian prices.

TABLE 2
HISTORY OF FEDERAL TAX REBATES (A)

EFF. DATE	FARMERS (OFF-HIGHWAY)				OTHER PRIMARY USERS (e.g. FISHERMEN, TRAPPERS, MINERS)				ALL OTHER COMMERCIAL & BUSINESS USERS			
	<u>TOTAL</u>	<u>FST</u>	<u>FET</u>	<u>TOTAL</u>	<u>FST</u>	<u>FET</u>	<u>TOTAL</u>	<u>FST</u>	<u>TOTAL</u>	<u>FST</u>	<u>FET</u>	<u>AVGAS</u> FET
	<u>¢/gallon</u>											
June 24, 1975	10.0		10.0				10.0					10.0
Aug. 25, 1978	7.0		7.0				7.0					7.0
Nov. 17, 1978	7.0		7.0				7.0					7.0
	<u>¢/litre</u>											
Jan. 1, 1979	1.5		1.5				1.5					1.5
Dec. 1, 1984	6.3	4.8*	1.5	4.8	4.8*		6.3	1.5	4.8	4.8*		1.5
June 1, 1985	4.5	3.0	1.5	3.0	3.0		4.5	1.5	3.0	3.0		1.5
May 1, 1986	7.0	3.5	3.5	5.5	3.5	2.0	4.5	1.5	3.0	3.0		1.5
Jan. 1, 1987	8.0	3.5	4.5	6.5	3.5	3.0	4.5	1.5	3.0	3.0		1.5
Feb. 19, 1987	9.0	3.5	5.5	7.5	3.5	4.0	5.5	2.5	4.0	3.0	1.0	1.5
Apr. 1, 1988	10.0	3.5	6.5	7.5	3.5	4.0	6.5	3.5	4.0	3.0	1.0	1.5
Jan. 1, 1990	5.0	3.5	1.5	3.5	3.5		4.5	1.5	3.0	3.0		1.5
Jan. 1, 1991	The 7% GST implemented on January 1, 1991 is rebated to registered claimants.											

(A) Includes rebates from the Gasoline and Aviation Gasoline Refund Program and the Fuel Tax Rebate Program.

*Includes 1.8 cent Petroleum Compensation Charge rebate.

TABLE 3
CURRENT CONSUMPTION TAXES ON PETROLEUM PRODUCTS - ¢/litre
AS OF JANUARY 1, 1994

	ESTIMATED GST (7%)	GASOLINE			DIESEL	LEADED AV GAS/ TURBO	PROPANE
		REG. UL	MID. UL	PREM. UL			
FEDERAL TAXES							
		3.1	3.5	3.7	3.3	7%	1.8
	EXCISE TAX	8.5	8.5	8.5	4.0	9.5/4.0	
PROVINCIAL TAXES							
	AD VALOREM %						
	MOGAS	15.7	15.7	15.7	17.6	0.7	7.0
NFLD.		10.7	10.7	10.7	11.2	0.7	10.7
P.E.I.	24	12.8	12.8	12.8	15.1	0.8	12.8
N.S.	28.8	10.7	10.7	10.7	13.7	2.5	6.7
N.B.		14.5	14.5	14.5	12.6	3.0	7.8
QUE.		4.0	4.3	4.7	4.0	8%	3.5
Est. QST (8%)		14.7	14.7	14.7	14.3	2.7	4.3
ONT.		11.5	11.5	11.5	10.9	4.2	5.7
MAN.		15.0	15.0	15.0	15.0	7.0	9.0
SASK.		9.0	9.0	9.0	9.0	5.0	6.5
ALTA		11.0	11.0	11.0	11.5	3.0/5.0	
B.C.		6.2	6.2	6.2	7.2	1.1	
YUKON		9.6	9.6	9.6	8.2	1.0	
N.W.T.	17						
AVERAGE PROVINCIAL TAX		14.3	15.2	15.5	14.0		4.5

AVERAGE PROVINCIAL TAX

NOTES - The propane tax applies on fuel used in motor vehicles.

- The average provincial tax is the weighted average of the 10 provincial taxes, including the estimated Q.S.T. and the Vancouver transit tax of 4.0¢/litre.

CAN: - The federal GST (7%) is estimated using the prices from the NRCan Weekly Pump Price Survey on December 28, 1993. The same applies to the Quebec sales tax (8%).

- The Canada average GST (7%) on Furnace Fuel Oil is estimated to be 2.4 ¢/litre based on the average price on December 28, 1993.

NFLD: - The gasoline tax is reduced by 1.5 ¢/litre in the region between the Quebec border and Red Bay in Labrador.

QUE: - The gasoline, diesel and propane taxes are reduced by varying amounts in certain remote areas and within 20 kilometres of the provincial and U.S. borders. The QST on Furnace Fuel Oil is estimated to be 2.9 ¢/l, based on the average price on December 28, 1993.

BC: - In the Greater Vancouver and Victoria areas there is an additional transit tax of 4.0 ¢/litre and 1.5 ¢/litre respectively.

NWT: - The diesel tax is 85% of the gasoline tax.

TABLE 4
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>N.F.L.D.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
January 1, 1992	Gasoline	13.7	11.8	12.3	12.7	14.5	14.7	10.5	10.0	9.0	9.76	4.2	9.4
	Diesel	15.6	11.8	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.20	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.03	0.7	1.0
	Propane	13.7	11.8	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
February 1, 1992	Gasoline	13.7	11.8	12.3	12.7	14.5	14.7	10.5	10.0	9.0	9.76	4.2	9.4
	Diesel	15.6	11.8	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.20	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.03	0.7	1.0
	Propane	13.7	11.8	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
March 1, 1992	Gasoline	13.7	11.8	12.6	12.7	14.5	14.7	10.5	10.0	9.0	9.76	4.2	9.4
	Diesel	15.6	11.8	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.20	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.03	0.7	1.0
	Propane	13.7	11.8	12.6	6.7	7.8	4.3	5.7	7.0	6.5			
April 1, 1992	Gasoline	13.7	11.6	12.6	10.7	14.5	14.7	10.5	10.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.6	6.7	7.8	4.3	5.7	7.0	6.5			
May 1, 1992	Gasoline	13.7	11.6	12.6	10.7	14.5	14.7	10.5	10.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.6	6.7	7.8	4.3	5.7	7.0	6.5			
May 7, 1992	Gasoline	13.7	11.6	12.6	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.2	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.6	6.7	7.8	4.3	5.7	7.0	6.5			

* Additional (8%) Quebec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
June 1, 1992	Gasoline	13.7	11.6	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
July 1, 1992	Gasoline	13.7	11.5	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.5	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
August 1, 1992	Gasoline	13.7	11.5	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.5	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
August 17, 1992	Gasoline	13.7	11.5	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.5	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
September 1, 1992	Gasoline	13.7	11.5	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.0	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.5	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
October 1, 1992	Gasoline	13.7	11.7	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
November 1, 1992	Gasoline	13.7	11.7	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	12.3	6.7	7.8	4.3	5.7	7.0	6.5			

* Additional (8%) Quebec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>N.F.L.D.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
November 25, 1992	Gasoline	13.7	11.7	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
December 1, 1992	Gasoline	13.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
December 4, 1992	Gasoline	15.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
January 1, 1993	Gasoline	15.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
February 1, 1993	Gasoline	15.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
March 1, 1993	Gasoline	15.7	11.7	10.9	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	13.6	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	10.9	6.7	7.8	4.3	5.7	7.0	6.5			
March 19, 1993	Gasoline	15.7	11.7	10.9	10.7	14.5	14.7	10.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			

* Additional (8%) Quebec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
April 1, 1993	Gasoline	15.7	10.7	10.9	10.7	14.5	14.7	10.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			
April 7, 1993	Gasoline	15.7	10.7	10.9	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			
May 1, 1993	Gasoline	15.7	10.7	10.9	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			
June 1, 1993	Gasoline	15.7	10.7	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	11.1	6.7	7.8	4.3	5.7	9.0	6.5			
June 18, 1993	Gasoline	15.7	11.2	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.6	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.2	11.1	6.7	7.8	4.3	5.7	9.0	6.5			
July 1, 1993	Gasoline	15.7	11.2	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	6.2	9.6
	Diesel	17.6	11.6	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	11.1	6.7	7.8	4.3	5.7	9.0	6.5			
August 1, 1993	Gasoline	15.7	11.2	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	6.2	9.6
	Diesel	17.6	11.6	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	11.1	6.7	7.8	4.3	5.7	9.0	6.5			

* Additional (8%) Quebec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
September 1, 1993	Gasoline	15.7	11.2	11.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	13.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	11.5	6.7	7.8	4.3	5.7	9.0	6.5			
October 1, 1993	Gasoline	15.7	11.2	13.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	15.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	13.5	6.7	7.8	4.3	5.7	9.0	6.5			
November 1, 1993	Gasoline	15.7	11.2	13.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	15.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	13.5	6.7	7.8	4.3	5.7	9.0	6.5			
December 1, 1993	Gasoline	15.7	11.2	12.8	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	15.1	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	12.8	6.7	7.8	4.3	5.7	9.0	6.5			
January 1, 1994	Gasoline	15.7	10.7	12.8	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.2	15.1	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	10.7	12.8	6.7	7.8	4.3	5.7	9.0	6.5			

* Additional (8%) Quebec Sales Tax applied on all petroleum products.

TABLE 5
RECENT HISTORY OF PROVINCIAL FIXED AND
AD VALOREM TAX RATES
AS OF JANUARY 1, 1994

	DATE OF CHANGE	AD VALOREM %	
		Gasoline	Diesel
Newfoundland	Apr. 14/81	22	26
	July 1/89	23	27
	Apr. 1/92	fixed rate	fixed rate
			(1.5¢/litre surcharge on leaded gasoline)
Prince Edward Island	Feb. 29/80	22	29
	Mar. 06/85	20	23
	Mar. 14/90	23	26
	June 18/83	24	27
Nova Scotia	May 03/82	20	21
	Apr. 28/90	22.25	31.5
	Jan. 1/91	24.5	31.5
	Oct. 1/93	28.8	36.2
New Brunswick	July 01/81	16	23
	May 07/83	20	23
	Jan. 01/89	24.5	31.5
	Mar. 31/89	24.5	31.5
	Apr. 2/91	fixed rate	fixed rate
			(2.2¢/litre surcharge on leaded gasoline)
Quebec	Mar. 26/80	20	20
	Nov. 18/81	40	40
	Nov. 16/83	30	30
	May 02/86	fixed rate	fixed rate
Ontario	May 20/81	20	27
	Jan. 01/86	fixed rate	fixed rate
	Apr. 21/88	fixed rate	fixed rate
			(3.0¢/litre surcharge on leaded gasoline)
Manitoba	Nov. 01/80	20	18
	Apr. 01/83	fixed rate	fixed rate
	Apr. 01/85	fixed rate	fixed rate
	Sept. 01/88	fixed rate	fixed rate
			(0.9¢/litre surcharge on leaded gasoline)
			(1.8¢/litre surcharge on leaded gasoline)
Saskatchewan	Nov. 01/80	20	28
	May 09/82	exempt	exempt
	June 22/87	fixed rate	fixed rate
	Mar. 31/89	fixed rate	fixed rate
			(2.0¢/litre surcharge on leaded gasoline)
Alberta	Apr. 01/78	exempt	exempt
	June 01/87	fixed rate	fixed rate
British Columbia	Oct. 01/81	20	
	Apr. 01/87	20	
	Apr. 01/88	22.5	
	Apr. 1/92	fixed rate	
		fixed rate	
			(diesel tax is gasoline tax plus 0.44¢/litre)
			(2.0¢/litre surcharge on leaded gasoline)
Yukon		fixed rate	
Northwest Territories	Apr. 01/82	15	
	July 01/86	17	
			(diesel tax is 85% of the tax on gasoline)

TABLE 6
CALCULATION OF PROVINCIAL CONSUMPTION TAXES ON MOTIVE FUELS (1)
AS OF JANUARY 1, 1994

<u>PROVINCE</u>	<u>GASOLINE (2)</u>	<u>DIESEL (2)</u>	<u>AVGAS/TURBO</u>	<u>PROPANE (3)</u>	<u>COMMENTS</u>
NEWFOUNDLAND	FIXED RATE				
PRINCE EDWARD ISLAND	- Ad valorem rate based on 24% of the combined average f/s & s/s retail price of the 3 grades of gasoline.	- Ad valorem rate based on 27% of the average f/s, s/s retail price of diesel fuel.	- Fixed rate of 0.7 ¢/litre on the selling price of aviation fuel.	- Ad valorem rate based on 24% of the combined average f/s & s/s retail price of the 3 grades of gasoline.	- A sample of retail prices obtained from The Island Regulatory and Appeals Commission. Rates are adjusted quarterly.
NOVA SCOTIA	- Ad valorem rate based on 28.8% of the combined average f/s & s/s retail price of the 3 grades of gasoline.	- Ad valorem rate based on 36.2% of the average f/s & s/s retail price of diesel fuel.	- Ad valorem rate based on 2% of the average selling price of diesel fuel.	- Ad valorem rate based on 28.8% of the combined average f/s & s/s retail price of the 3 grades of gasoline.	- A sample of retail gasoline and diesel prices are collected by the Department of Natural Resources. Rates are adjusted quarterly.
NEW BRUNSWICK	FIXED RATE				

NOTES: f/s - full serve
s/s - self serve

- (1) Reduced rates of tax may be applicable depending on the end use of the product as determined by each province, e.g. diesel fuel for off-highway use, standby generator, road construction, etc.
- (2) Ad valorem rates are calculated on the retail price minus the provincial tax.
- (3) The propane tax applies on fuel used in motor vehicles.

TABLE 6 (continued)
CALCULATION OF PROVINCIAL CONSUMPTION TAXES ON MOTIVE FUELS (1)
AS OF JANUARY 1, 1994

<u>PROVINCE</u>	<u>GASOLINE</u>	<u>DIESEL</u>	<u>AVGAS/TURBO</u>	<u>PROPANE (3)</u>	<u>COMMENTS</u>
QUEBEC (4)	_____	FIXED RATE _____	_____	_____	
ONTARIO	_____	FIXED RATE _____	_____	_____	
MANITOBA	_____	FIXED RATE _____	_____	_____	
SASKATCHEWAN	_____	FIXED RATE _____	_____	_____	
ALBERTA	_____	FIXED RATE _____	_____	_____	
BRITISH COLUMBIA	_____	FIXED RATE _____	_____	EXEMPT	
YUKON	_____	FIXED RATE _____	_____	EXEMPT	
NORTHWEST TERRITORIES	_____	Ad valorem rate based on 17% of the combined average t/s, s/s retail price of unleaded gasoline. (2)	FIXED RATE	EXEMPT	- Rates are adjusted quarterly - Sample of prices from Yellowknife

NOTES: t/s - full serve
s/s - self serve

- (1) Reduced rates of tax may be applicable depending on the end use of the product as determined by each province, e.g. diesel fuel for off-highway use, standby generator, road construction, etc.
- (2) Ad valorem rates are calculated on the retail price minus the territorial tax.
- (3) The propane tax applies on fuel used in motor vehicles.
- (4) Additional (8%) Quebec sales tax applied on all petroleum products.

TABLE 7
PROVINCIAL CLEAR AND MARKED FUEL TAXES
(AS OF JANUARY 1, 1994 - ¢/litre)

MOTOR GASOLINE

PROVINCE	REGULAR UNLEADED		MIDDLE UNLEADED		PREMIUM UNLEADED	
	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>
Nfld.	15.7	Exempt	15.7	Exempt	15.7	Exempt
P.E.I.	10.7	Exempt	10.7	Exempt	10.7	Exempt
N.S.	12.8	Exempt	12.8	Exempt	12.8	Exempt
N.B.	10.7	N/A	10.7	N/A	10.7	N/A
QUE.	14.5	N/A	14.5	N/A	14.5	N/A
ONT.	14.7	N/A	14.7	N/A	14.7	N/A
MAN.	11.5	Exempt	11.5	Exempt	11.5	Exempt
SASK.	15.0	N/A	15.0	N/A	15.0	N/A
ALTA.	9.0	Exempt	9.0	Exempt	9.0	Exempt
B.C.	11.0	3.0	11.0	3.0	11.0	3.0

N/A = not applicable

Nfld. - The clear gasoline tax is reduced by 1.5 ¢/litre in the region between the Quebec border and Red Bay in Labrador.

P.E.I. - Marked gasoline may be purchased tax exempt by qualified users holding a permit.

QUE. - The gasoline tax is reduced by varying amounts in certain remote areas and within 20 kilometres of the provincial and U.S. borders.
- Motor gasoline subject to an additional 8% Quebec sales tax.

N.B., QUE. & ONT. - Clear gasoline for off-highway use is taxable at the clear tax rate and is refundable under certain conditions.

SASK. - Gasoline purchased by farmers and primary producers of renewable resources at retail outlets is not tax exempt; however, the purchaser may apply for a rebate of 15.0 ¢/litre to a maximum of \$900 annually.

ALTA. - Under certain conditions, there is a reduced rate of tax for off-highway use of clear gasoline in logging, mining, commercial fishing, road, pipeline or dam construction.
- The Alberta Farm Fuel Distribution Allowance (AFFDA) provides farmers with a reduction of 4.0 ¢/litre from the basic price of marked gasoline for farm and other designated uses.

B.C. - The Municipal Transit Tax (MTT) is in addition to all other sales taxes. Currently 4.0 ¢/litre and 1.5 ¢/litre is applicable to retail sales of clear gasoline in the Greater Vancouver Regional District and Victoria, respectively.
- Marked gasoline may only be purchased for use in logging, mining, farming, commercial fishing and road building.
- Alcohol based transportation fuel with at least 85% ethanol/methanol is tax exempt.

TABLE 7 (continued)
PROVINCIAL CLEAR AND MARKED FUEL TAXES
(AS OF JANUARY 1, 1994 - ¢/litre)

MIDDLE DISTILLATES

PROVINCE	DIESEL FUEL		FURNACE OIL		STOVE OIL		KEROSENE	
	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>
Nfld.	17.6	Exempt	N/A	Exempt	N/A	Exempt	Exempt	N/A
P.E.I.	11.2	Exempt	N/A	Exempt	N/A	Exempt	Exempt	N/A
N.S.	15.1	Exempt	N/A	Exempt	N/A	Exempt	N/A	Exempt
N.B.	13.7	N/A	Exempt	N/A	Exempt	N/A	Exempt	N/A
Que.	12.6	Exempt	N/A	8%	N/A	8%	8%	N/A
Ont.	14.3	Exempt	N/A	Exempt	N/A	Exempt	N/A	Exempt
Man.	10.9	Exempt	N/A	Exempt	N/A	Exempt	Exempt	1.9
Sask.	15.0	Exempt	Exempt	N/A	Exempt	N/A	Exempt	N/A
Alta.	9.0	Exempt	9.0	Exempt	9.0	Exempt	Exempt	N/A
B.C.	11.5	3.0	Exempt	N/A	Exempt	N/A	Exempt	N/A

N/A = not applicable

- In all provinces, middle distillates used for residential heating are tax exempt, except for Quebec. When used for commercial heating, they are also tax exempt except in the following provinces: Nfld. - taxable at 12% - Retail Sales Tax Act; Que. - taxable at 8% - Retail Sales Tax Act; Man. - taxable at 1.9 ¢/litre - Motive Fuel Tax Act; Alta. - clear taxable at 9.0 ¢/litre - Fuel Tax Act; B.C. - taxable at 6% - Social Services Tax Act.
- Heating oils used in internal combustion engines are liable for tax at the clear diesel fuel rate.
- Marked diesel may be purchased tax exempt by qualified users holding a permit.
- Clear diesel may be purchased by qualified users tax exempt or a tax refund may be obtained under extenuating circumstances.
- The diesel tax is reduced by varying amounts in certain remote areas and within 20 kilometres of the provincial and U.S. borders.
- Additional (8%) Quebec sales tax applied on all petroleum products.
- Kerosene type 1k is exempted under the MFT Act, but is taxable under the Retail Sales Tax Act when sold in small containers; Kerosene other than type 1k (e.g. 2k) is taxable at the same rates as diesel fuel in accordance with use.
- Under certain conditions there is a reduced rate of tax for off-highway use of clear diesel in logging, mining, commercial fishing, road, pipeline or dam construction.
- The Alberta Farm Fuel Distribution Allowance (AFFDA) provides farmers with a reduction of 10.0 ¢/litre from the basic price of marked diesel for farm use, for use in domestic appliances and for heating or lighting premises other than for use in principal private dwellings.
- The tax on clear furnace and stove oil may be rebated totally or in part to some users under certain circumstances.
- The Municipal Transit Tax (MTT) is in addition to all other sales taxes. Currently 4.0 ¢/litre and 1.5 ¢/litre is applicable to retail sales of clear diesel fuel in the Greater Vancouver Regional District and Victoria, respectively.
- Marked diesel may only be purchased for use in logging, mining, farming, commercial fishing and road building.

TABLE 7 (continued)
PROVINCIAL CLEAR AND MARKED FUEL TAXES
(AS OF JANUARY 1, 1994 - ¢/litre)

OTHER FUELS

PROVINCE	PROPANE		LOCOMOTIVE DIESEL		MARINE		AVGAS/ TURBO
	Carburatation	Heating			Offshore	Coastal	
N.F.L.D.	7.0	Exempt	Exempt		12%	Exempt	0.7
P.E.I.	10.7	Exempt	Exempt		Exempt	See note	0.7
N.S.	12.8	Exempt	Exempt		1.1	1.1	0.8
N.B.	6.7	Exempt	4.3		Exempt	Exempt	2.5
QUE.	7.8	8%	3.0		Exempt	Exempt	3.0
ONT.	4.3	Exempt	4.5		Exempt	Exempt	2.7
MAN.	5.7	Exempt	9.45		*	*	4.2
SASK.	9.0	Exempt	15.0		N/A	N/A	7.0
ALTA.	6.5	Exempt	9.0		N/A	N/A	5.0
B.C.	Exempt	Exempt	3.0		3.0	3.0	3.0/5.0

N/A = not applicable

Propane: Carburatation - QUE. - reduced by one-third in certain areas and within 20 kilometres of the provincial and U.S. borders; propane subject to an additional 8% Quebec Sales Tax.
- MAN. - 4.3 ¢/kg, portable cylinder refills.

Heating - In most provinces propane used for residential and commercial heating is tax exempt. There are the following exceptions:

- N.F.L.D. - commercial taxable at 12% - Retail Sales Tax Act
- QUE. - residential and commercial taxable at 8% - Retail Sales Tax Act
- MAN. - commercial taxable at 1.6 ¢/litre - Motive Fuel Tax Act
- B.C. - commercial taxable at 6% - Social Services Tax Act

Locomotive diesel is clear diesel except in Quebec which uses marked fuel. In Quebec locomotive diesel is subject to an additional 8% Quebec Sales Tax.

Marine fuel includes gasoline, diesel and bunker fuels.

Offshore (deep sea) vessels include foreign fishing vessels, offshore supply vessels, oil rigs, cargo vessels and other vessels that operate outside provincial waters, except commercial ferries operating on a regular scheduled route. Coastal vessels include ships that operate in and around the shores of a province.

- P.E.I. - taxable at normal tax rate depending on type of fuel used;
- N.S. - vessels used in the commercial transportation of goods are exempt; all commercial vessels used for other than the transportation of goods must pay tax;
- *MAN. - Commercial fishing qualifies for exemption when using marked fuel; other users (e.g. tour boats) pay clear diesel fuel rate at 10.9¢/litre.
- B.C. - 7% of purchase price if bunker fuel is used.

Aviation /Turbo:

- QUE. - exempt when used for international flights.
- additional 8% GST on domestic flights - Retail Sales Tax Act.

TABLE 8
FEDERAL AND PROVINCIAL TAXES ON ALTERNATIVE FUEL
(AS OF JANUARY 1, 1994 - ¢/litre)

	METHANOL		ETHANOL		NATURAL GAS
FEDERAL TAXES					
Excise	M100	M85	E85	E10	
GST (7%)	exempt	1.3	1.3	7.7	exempt
	7%	7%	7%	7%	7%
PROVINCIAL TAXES					
Nfld.	15.7	15.7	15.7	15.7	N/A
P.E.I.	N/A	N/A	N/A	N/A	N/A
N.S.	12.8	12.8	12.8	12.8	N/A
N.B.	N/A	N/A	N/A	N/A	N/A
Que.	14.5	14.5	14.5	14.5	Exempt
Q.S.T.	8%	8%	8%	8%	8%
Ont.	Exempt	2.2	2.2	13.2	Exempt
Man.	11.5	11.5	11.5	11.5	7%
Sask.	15.0	15.0	15.0	15.0	Exempt
Alta.	Exempt	1.4	1.4	8.1	Exempt
B.C.	Exempt	Exempt	Exempt	11.0	Exempt

N/A = not applicable

Note: The ethanol and methanol portions of blended fuels are exempt from the federal excise tax.

P.E.I. - Methanol and ethanol blend do not exist in the province of P.E.I. It is anticipated that it would be taxed at the same rate as gasoline if the product was available.

N.B. - In order to control the mis-use of gasoline, methanol and ethanol blends are illegal in New Brunswick.

SASK. - A rebate of 40 ¢/litre is given to a supplier that produces and sells ethanol in the province of Saskatchewan.

B.C. - Alcohol based fuel consisting of at least 85% ethanol, methanol or both is exempt from tax when purchased to propel a motor vehicle.
This exemption expires on March 31, 1997.

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Federal and Provincial Petroleum Product Taxes

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INTRODUCTION

This is the ninth issue* of Federal and Provincial Petroleum Product Taxes. This publication provides information on federal and provincial taxes and rebates on major petroleum products.

Monitoring, analysing and reporting on Canadian petroleum product markets is an important function of the Canadian Oil Markets and Emergency Planning Division of Natural Resources Canada. In carrying out these activities, the Division must be cognizant of consumption tax information.

The Department of Finance has responsibility for federal tax policy and for establishing the level of federal taxes. Revenue Canada is responsible for tax collection. The provincial and territorial governments provide their respective petroleum product tax information to Natural Resources Canada.

The information in this report was originally compiled for internal use at Natural Resources Canada. However, in response to numerous requests from the public for tax information, as a component of product prices, the material has been organized into a handout for the general public.

This report is published twice a year, with the next edition available in January 1995. Between reports, updates to the tables will be available upon request. Your comments or suggestions on the content or format of this report are welcome.

* The first issue was published in June 1990.

The information contained in this report is believed to be accurate and reliable. However, we do not guarantee the accuracy, adequacy or completeness of the information and are not responsible for the consequences of its use.

FEDERAL AND PROVINCIAL PETROLEUM PRODUCT TAXES TABLE OF CONTENTS

	<u>Page</u>
CONSUMPTION TAXES ON PETROLEUM PRODUCTS	
I) Federal Consumption Taxes	1
- Federal Excise Tax (FET)	1
- Goods and Services Tax (GST)	1
- Excise Tax Rebates	2
- GST Rebate	2
 II) Provincial Consumption Taxes	 2

TABLES

Table 1:	Federal Sales and Excise Tax History from 1970	4
Table 2:	History of Federal Tax Rebates	9
Table 3:	Current Consumption Taxes on Petroleum Products	10
Table 4:	History of Provincial Motive Fuel Taxes	11
Table 5:	Recent History of Provincial Fixed and Ad Valorem Tax Rates	18
Table 6:	Calculation of Provincial Consumption Taxes	20
Table 7:	Provincial Clear and Marked Fuel Taxes	21
Table 8:	Federal and Provincial Alternative Fuel Taxes	24

CONSUMPTION TAXES ON PETROLEUM PRODUCTS

Petroleum products are subject to consumption taxes by both federal and provincial governments, to generate revenue and to help fund social programs. Canada, like other industrialized countries, depends on petroleum product taxes for revenue. In 1984, federal and provincial taxes on regular gasoline amounted to 13.0 cents per litre, or 26% of the retail price. In contrast, by end-June 1994, the federal and provincial tax component had more than doubled to 26.4 cents per litre, and accounted for 49% of the retail price.

I. Federal Consumption Taxes

Both federal taxes, the federal excise tax (FET) and the goods and services tax (GST), are broad-based taxes applicable to petroleum products.

Federal Excise Tax (FET)

To encourage the development and use of ethanol and methanol fuels made from renewable feedstock, the federal government made one change to the existing FET in its February 1992 budget. Effective April 1, 1992, the excise tax on the ethanol and methanol portions of blended fuels, mainly gasoline, was waived. Apart from this revision, the FET has remained unchanged in the past four federal budgets. As established in the budget of January 1990, the FET on gasoline is 8.5 cents per litre, and 9.5 cents per litre on aviation gasoline. The excise tax on diesel is 4 cents per litre, unchanged since 1987. The FET is levied at the refinery gate.

Goods and Services Tax (GST)

The GST is set at 7% of the retail price of all petroleum products. Its tax base includes the FET, provincial product tax, crude oil costs, refining and marketing costs and retail margins.

Since the imposition of the GST on January 1, 1991, the federal tax component on regular gasoline has been lower than its predecessor, the FST, with the exception of the first two months of 1991 when unusually high product prices prevailed as a result of the Persian Gulf crisis.

Excise Tax Rebates

Several categories of consumers qualified for an excise tax rebate of 1.5 cents per litre on gasoline prior to January 1, 1991. They were: farmers and other primary users such as fishermen, trappers and miners, commercial and/or business users, and the physically disabled and charities. Since January 1, 1991, however, only the physically disabled and charities continue to be eligible for this rebate.

GST Rebate

The rebate on the GST is under the "Input Tax Credit" system. A tax credit for the full 7% GST paid on purchases of gasoline and diesel is available to individuals or businesses who are registered claimants.

II. Provincial Consumption Taxes

All provinces and territories levy a tax on petroleum products. In July 1994, the weighted average provincial taxes on regular unleaded gasoline and diesel were 14.4 cents per litre and 14.0 cents per litre, respectively.

Provincial budgets and quarterly reviews form the basis for changes to petroleum product taxes. Budgets in eastern Canada resulted in significant changes to taxes during the first half of 1994.

In Newfoundland, the gasoline tax increased by 0.8 cents per litre to 16.5 cents per litre while the tax on diesel decreased by 1.1 cents per litre to 16.5 cents per litre. These changes resulted from the March 17, 1994, annual budget.

In Prince Edward Island gasoline and propane taxes were both increased by 1.3 cents per litre to 12.0 cents per litre and the tax on diesel increased by 1.4 cents per litre to 12.5 cents per litre. Prince Edward Island will no longer base their petroleum product taxes on ad valorem rates but will levy fixed rate taxes which will be revised only through budgets. The changes in Prince Edward Island resulted from their annual budget and were effective April 13, 1994.

Nova Scotia's annual budget resulted in changes to petroleum product taxes which took effect April 30, 1994. Gasoline and propane taxes were both increased by 1.3 cents per litre to 13.5 cents per litre and the tax on diesel increased by 0.4 cents per litre to 15.4 cents per litre. Aviation fuel and marine fuel taxes also increased by 0.1 cents per litre to 0.9 cents per litre and 1.1 cents per litre, respectively. Nova Scotia will no longer base their petroleum product taxes on ad valorem rates, rather they will be fixed rate taxes. Only Northwest Territories will continue to base their petroleum product taxes on ad valorem rates.

The Manitoba budget, tabled on April 20, 1994, resulted in no immediate changes to petroleum product taxes. However, effective May 1, 1994, the tax on locomotive diesel decreased by 2.0 cents per litre from 9.45 cents per litre to 7.45 cents per litre in order to bring Manitoba's tax more in line with the other provinces. On January 1, 1995, a further decrease of 1.15 cents per litre will take effect reducing the locomotive diesel tax to 6.3 cents per litre.

Québec's annual budget resulted in changes to petroleum product taxes effective May 13, 1994. Gasoline and diesel taxes were increased by 0.7 cents per litre to 15.2 cents per litre and 13.3 cents per litre, respectively. Propane taxes also increased by 0.4 cents per litre to 8.2 cents per litre. These tax increases were offset by a reduction in the Québec Sales Tax from 8% to 6.5%.

In the Northwest Territories the 17% ad valorem rate for gasoline is applied on Yellowknife's combined average full-serve and self-serve regular unleaded gasoline price, excluding the current Northwest Territories tax. Regular unleaded gasoline prices are surveyed by the Tax Administration Section of the Department of Finance during the month prior to the scheduled adjustment. The diesel tax is calculated at 85% of the gasoline tax and propane is exempt from tax in the Northwest Territories.

Interprovincial differences in taxes result in some movement across the provincial borders for petroleum product purchases. Québec has selective reductions in gasoline, diesel and propane taxes in designated areas which include provincial and international borders. Newfoundland's gasoline tax is 12.2 cents per litre in the region between the Québec border and Red Bay in Labrador.

TABLE 1
FEDERAL SALES AND EXCISE TAX HISTORY

DATE	AD VALOREM	FEDERAL SALES TAX					FEDERAL EXCISE TAX				
		REGULAR Leaded	REGULAR Unleaded	PREMIUM L/U/L	DIESEL	LEADED AVGAS	TURBO	GASOLINES			TURBO
								LEADED	UNLEADED	DIESEL AVGAS	
¢/gallon											
Jan. 1, 1970	12%	2.10	2.10	2.64	2.00	-	-	-	-	-	-
Jan. 1, 1971		2.16	2.16	2.70	2.10	-	-	-	-	-	-
July 1, 1971		2.00	2.00	2.50	1.90	-	-	-	-	-	-
Dec. 1, 1973		2.00	2.00	2.40	1.80	-	-	-	-	-	-
May 15, 1974		2.60	2.60	3.00	2.10	-	-	-	-	-	-
Aug. 15, 1974		3.30	3.30	3.84	3.09	-	-	-	-	-	-
June 24, 1975		3.30	3.30	3.84	3.09	10.00	10.00	10.00	10.00	-	-
Aug. 15, 1975		3.90	3.90	4.44	3.69	10.00	10.00	10.00	10.00	-	-
Aug. 30, 1976		4.32	4.32	4.85	4.10	10.00	10.00	10.00	10.00	-	-
Mar. 2, 1977		4.92	5.13	5.51	4.62	10.00	10.00	10.00	10.00	-	-
Apr. 1, 1977	n/a	4.92	5.13	5.51	4.62	10.00	10.00	10.00	10.00	-	-
Aug. 25, 1978	n/a	4.92	5.13	5.51	4.62	7.00	7.00	7.00	7.00	-	-
Nov. 17, 1978	n/a	4.92	5.13	5.51	4.62	7.00	7.00	7.00	7.00	-	-
¢/litre											
Jan. 1, 1979	n/a	1.10	1.10	1.30	1.00	1.50	1.50	1.50	1.50	-	-
Apr. 22, 1980	9%	1.40	1.50	1.60	1.40	1.50	1.50	1.50	1.50	-	-
Aug. 1, 1980		1.50	1.60	1.70	1.50	1.50	1.50	1.50	1.50	-	-
Oct. 1, 1980		1.60	1.70	1.80	1.60	1.50	1.50	1.50	1.50	-	-
Nov. 1, 1980		1.70	1.80	1.90	1.70	1.50	1.50	1.50	1.50	-	-

Federal sales taxes (FST) are estimated by Natural Resources Canada based on an ad valorem rate from January 1970 to December 1973 and from April 1980 to June 1985. Avgas and turbo FST are taxed at the ad valorem rate. Natural Resources Canada began estimating FST on avgas and turbo in 1982.

TABLE 1 (continued)
FEDERAL SALES AND EXCISE TAX HISTORY
¢ / LITRE

DATE	FEDERAL SALES TAX					FEDERAL EXCISE TAX						
	AD VALOREM	REGULAR	REGULAR	PREMIUM	DIESEL	LEADED AVGAS	TURBO	GASOLINES			LEADED AVGAS	TURBO
		Leaded	Unleaded	L/U/L				LEADED	UNLEADED	DIESEL		
Jan. 1, 1981	9%	1.80	2.00	2.00	1.70			1.50	1.50	-	1.50	-
Apr. 1, 1981		2.00	2.10	2.20	2.00			1.50	1.50	-	1.50	-
May 1, 1981		2.10	2.20	2.30	2.10			1.50	1.50	-	1.50	-
July 1, 1981		2.20	2.40	2.40	2.20			1.50	1.50	-	1.50	-
Sep. 1, 1981		2.30	2.50	2.60	2.30			1.50	1.50	-	1.50	-
Dec. 1, 1981		2.40	2.50	2.60	2.40			1.50	1.50	-	1.50	-
Jan. 1, 1982		2.40	2.50	2.60	2.40	2.70	2.60	1.50	1.50	-	1.50	-
Apr. 1, 1982		2.60	2.80	2.80	2.60	2.90	2.70	1.50	1.50	-	1.50	-
Sep. 1, 1982		2.80	3.00	3.00	2.80	3.10	2.90	1.50	1.50	-	1.50	-
Jan. 1, 1983		2.70	2.80	2.90	2.70	2.90	2.70	1.50	1.50	-	1.50	-
Apr. 1, 1983		3.00	3.10	3.20	3.00	2.90	2.70	1.50	1.50	-	1.50	-
Jan. 1, 1984		3.00	3.20	3.30	3.10	3.30	3.10	1.50	1.50	-	1.50	-
Aug. 1, 1984	10%	3.10	3.30	3.30	3.20	3.30	3.10	1.50	1.50	-	1.50	-
Oct. 1, 1984		3.40	3.60	3.70	3.50	3.70	3.40	1.50	1.50	-	1.50	-
Dec. 1, 1984		3.60	3.80	3.90	3.70	3.90	3.60	1.50	1.50	-	1.50	-
Feb. 1, 1985		3.70	3.90	4.00	3.80	4.00	3.70	1.50	1.50	-	1.50	-
June 1, 1985		3.20	3.50	3.60	2.90	4.00	3.70	1.50	1.50	-	1.50	-
Sep. 3, 1985		3.20	3.50	3.60	2.90	4.00	3.70	3.50	3.50	2.00	3.50	2.00
Oct. 1, 1985		3.26	3.57	3.67	2.97	4.00	3.70	3.50	3.50	2.00	3.50	2.00

Federal sales taxes are estimated by Natural Resources Canada based on the ad valorem rate until June 1985.

Avgas and turbo federal sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.

TABLE 1 (continued)
FEDERAL SALES AND EXCISE TAX HISTORY
¢ / LITRE

DATE	FEDERAL SALES TAX					FEDERAL EXCISE TAX				
	AD VALOREM	REGULAR Leaded	REGULAR Unleaded	PREMIUM LUL	DIESEL	LEADED AVGAS	TURBO	GASOLINES		
								LEADED	UNLEADED	DIESEL
Jan. 1, 1986	11%	3.62	3.96	4.07	3.32	4.80	4.40	3.50	3.50	2.00
Apr. 1, 1986	12%	3.98	4.36	4.48	3.66	5.10	4.60	3.50	3.50	2.00
July 1, 1986		3.97	4.34	4.46	3.65	5.10	4.60	3.50	3.50	2.00
Oct. 1, 1986		3.77	4.12	4.24	3.48	4.70	4.10	3.50	3.50	2.00
Jan. 1, 1987		3.52	3.85	3.96	3.22	4.70	4.10	4.50	4.50	3.00
Feb. 19, 1987		3.52	3.85	3.96	3.22	4.70	4.10	5.50	5.50	4.00
Apr. 1, 1987		3.55	3.55	3.65	2.94	4.70	4.10	5.50	5.50	4.00
July 1, 1987		3.29	3.29	3.37	2.69	4.70	4.10	5.50	5.50	4.00
Oct. 1, 1987		3.29	3.29	3.38	2.62	4.70	4.10	5.50	5.50	4.00
Jan. 1, 1988		3.36	3.36	3.44	2.63	4.70	4.10	5.50	5.50	4.00
Apr. 1, 1988		3.43	3.43	3.53	2.65	4.70	4.10	6.50	6.50	4.00
July 1, 1988		3.44	3.44	3.54	2.64	4.70	4.10	6.50	6.50	4.00
Oct. 1, 1988		3.40	3.40	3.48	2.60	4.70	4.10	6.50	6.50	4.00
Jan. 1, 1989		3.29	3.29	3.38	2.54	4.70	4.10	6.50	6.50	4.00
Apr. 1, 1989		3.17	3.17	3.26	2.46	4.70	4.10	6.50	6.50	4.00
Apr. 28, 1989		3.17	3.17	3.26	2.46	4.70	4.10	8.50	7.50	4.00
June 1, 1989	13.5%	3.56	3.56	3.67	2.77	5.30	4.60	8.50	7.50	4.00
July 1, 1989		3.47	3.47	3.58	2.70	5.30	4.60	8.50	7.50	4.00

Avgas and turbo sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.

TABLE 1 (continued)
FEDERAL SALES AND EXCISE TAX HISTORY
¢ / LITRE

DATE	FEDERAL SALES TAX					FEDERAL EXCISE TAX						
	AD VALOREM	GASOLINES		TURBO	LEADED AVGAS	DIESEL	LEADED AVGAS	DIESEL	UNLEADED	LEADED AVGAS	TURBO	
		REGULAR Leaded	REGULAR Unleaded									PREMIUM L/UL
Oct. 1, 1989		3.47	3.47	3.58	2.69	5.30	4.60	8.50	7.50	4.00	8.50	4.00
Jan. 1, 1990	13.5%	3.55	3.55	3.65	2.71	5.30	4.60	9.50	8.50	4.00	9.50	4.00
Apr. 1, 1990		3.63	3.63	3.74	2.77	5.30	4.60	9.50	8.50	4.00	9.50	4.00
July 1, 1990		3.74	3.74	3.85	2.88	5.30	4.60	9.50	8.50	4.00	9.50	4.00
Oct. 1, 1990		3.83	3.83	3.94	2.96	5.30	4.60	9.50	8.50	4.00	9.50	4.00
Avgas and turbo federal sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.												

Avgas and turbo federal sales taxes are estimated by Natural Resources Canada by using the ad valorem rate.

GOODS AND SERVICES TAX AND EXCISE TAX HISTORY

<u>DATE</u>	<u>GOODS AND SERVICES TAX</u>							<u>FEDERAL EXCISE TAX</u>			
	<u>AD VALOREM</u>	<u>Regular</u>	<u>GASOLINE Mid-Grade</u>	<u>Premium</u>	<u>DIESEL</u>	<u>PROPANE</u>	<u>TURBO & AVGAS</u>	<u>GASOLINE</u>	<u>DIESEL</u>	<u>LEADED AVGAS</u>	<u>TURBO</u>
Jan. 1, 1991	7%	4.2	4.4	4.5	3.9	2.4	7%	8.5	4.0	9.5	4.0
Apr. 1, 1991		3.5	3.8	4.0	3.6	2.1		8.5	4.0	9.5	4.0
Jul. 1, 1991		3.6	3.8	4.0	3.5	2.2		8.5	4.0	9.5	4.0
Oct. 1, 1991		3.7	3.9	4.1	3.5	2.1		8.5	4.0	9.5	4.0
Jan. 1, 1992		3.4	3.6	3.8	3.4	2.2		8.5	4.0	9.5	4.0
Apr. 1, 1992		3.3	3.6	3.8	3.3	1.8		8.5	4.0	9.5	4.0
Jul. 1, 1992		3.7	3.9	4.2	3.3	1.7		8.5	4.0	9.5	4.0
Oct. 1, 1992		3.5	3.8	4.0	3.3	1.9		8.5	4.0	9.5	4.0

Values shown for GST are estimated by Natural Resources Canada based on the ad valorem rate and average Canadian prices.

TABLE 1 (continued)
¢ / LITRE

GOODS AND SERVICES TAX AND EXCISE TAX HISTORY

DATE	AD VALOREM	GOODS AND SERVICES TAX					FEDERAL EXCISE TAX				
		Regular	GASOLINE Mid-Grade	Premium	DIESEL	PROPANE	TURBO & AVGAS	GASOLINE	DIESEL	LEADED AVGAS	TURBO
Jan. 1, 1993	7%	3.4	3.7	4.0	3.3	2.0	7%	8.5	4.0	9.5	4.0
Apr. 1, 1993		3.3	3.6	3.9	3.3	1.9		8.5	4.0	9.5	4.0
July 1, 1993		3.4	3.7	4.0	3.3	1.8		8.5	4.0	9.5	4.0
Oct. 1, 1993		3.4	3.7	4.0	3.3	1.9		8.5	4.0	9.5	4.0
Jan. 1, 1994		3.1	3.5	3.7	3.3	1.8		8.5	4.0	9.5	4.0
Apr. 1, 1994		3.1	3.5	3.7	3.3	1.8		8.5	4.0	9.5	4.0
July 1, 1994		3.5	3.9	4.1	3.3	1.8		8.5	4.0	9.5	4.0

Values shown for GST are estimated by Natural Resources Canada based on the ad valorem rate and average Canadian prices.

TABLE 2
HISTORY OF FEDERAL TAX REBATES (A)

EFF. DATE	FARMERS (OFF-HIGHWAY)				OTHER PRIMARY USERS (e.g. FISHERMEN, TRAPPERS, MINERS)				ALL OTHER COMMERCIAL & BUSINESS USERS			
	GASOLINE		DIESEL		GASOLINE		DIESEL		FET		FET	
	TOTAL	FST	TOTAL	FST	TOTAL	FST	TOTAL	FST	AVGAS	FET	AVGAS	GASOLINE
	<u>¢/gallon</u>											
June 24, 1975	10.0		10.0		10.0		10.0					10.0
Aug. 25, 1978	7.0		7.0		7.0		7.0					7.0
Nov. 17, 1978	7.0		7.0		7.0		7.0		7.0		7.0	7.0
	<u>¢/litre</u>											
Jan. 1, 1979	1.5		1.5		1.5		1.5		1.5		1.5	1.5
Dec. 1, 1984	6.3	4.8*	1.5	4.8*	6.3	4.8*	1.5	4.8	4.8*		1.5	1.5
June 1, 1985	4.5	3.0	1.5	3.0	4.5	3.0	1.5	3.0	3.0		1.5	1.5
May 1, 1986	7.0	3.5	3.5	3.5	4.5	3.0	1.5	3.0	3.0		1.5	1.5
Jan. 1, 1987	8.0	3.5	4.5	3.5	4.5	3.0	1.5	3.0	3.0		1.5	1.5
Feb. 19, 1987	9.0	3.5	5.5	3.5	5.5	3.0	2.5	4.0	3.0	1.0	1.5	1.5
Apr. 1, 1988	10.0	3.5	6.5	3.5	6.5	3.0	3.5	4.0	3.0	1.0	1.5	1.5
Jan. 1, 1990	5.0	3.5	1.5	3.5	4.5	3.0	1.5	3.0	3.0		1.5	1.5
Jan. 1, 1991 The 7% GST implemented on January 1, 1991 is rebated to registered claimants.											

(A) Includes rebates from the Gasoline and Aviation Gasoline Refund Program and the Fuel Tax Rebate Program.

*Includes 1.8 cent Petroleum Compensation Charge rebate.

TABLE 3
CURRENT CONSUMPTION TAXES ON PETROLEUM PRODUCTS - ¢/litre
AS OF JULY 1, 1994

	GASOLINE			DIESEL	LEADED AV GAS/ TURBO	PROPANE
	REGULAR	MID-GRADE	PREMIUM			
FEDERAL TAXES						
ESTIMATED GST (7%)	3.5	3.9	4.1	3.3	7%	1.8
EXCISE TAX	8.5	8.5	8.5	4.0	9.5/4.0	
PROVINCIAL TAXES						
NEWFOUNDLAND	16.5	16.5	16.5	16.5	0.7	7.0
PRINCE EDWARD ISLAND	12.0	12.0	12.0	12.5	0.7	12.0
NOVA SCOTIA	13.5	13.5	13.5	15.4	0.9	13.5
NEW BRUNSWICK	10.7	10.7	10.7	13.7	2.5	6.7
QUEBEC	15.2	15.2	15.2	13.3	3.0	8.2
Est. QST (6.5%)	3.3	3.7	4.0	3.3	6.5%	2.9
ONTARIO	14.7	14.7	14.7	14.3	2.7	4.3
MANITOBA	11.5	11.5	11.5	10.9	4.2	5.7
SASKATCHEWAN	15.0	15.0	15.0	15.0	7.0	9.0
ALBERTA	9.0	9.0	9.0	9.0	5.0	6.5
BRITISH COLUMBIA	11.0	11.0	11.0	11.5	3.0/4.0	
YUKON	6.2	6.2	6.2	7.2	1.1	
NORTHWEST TERRITORIES	9.6	9.6	9.6	8.2	1.0	
AVERAGE PROVINCIAL TAX	14.4	15.3	15.5	14.0		4.5

NOTES - The propane tax applies on fuel used in motor vehicles.

- The average provincial tax is the weighted average of the 10 provincial taxes, including the estimated Q.S.T. and the Vancouver transit tax of 4.0¢/litre.

CAN: - The federal GST (7%) is estimated using the prices from the NRCan Weekly Pump Price Survey on June 28, 1994. The same applies to the Quebec sales tax (6.5%).

NFLD: - The gasoline tax is 12.2 ¢/litre in the region between the Quebec border and Red Bay in Labrador.

QUE: - Gasoline, diesel and propane taxes are reduced by varying amounts in certain remote areas and within 20 kilometres of the provincial and U.S. borders.

BC: - In the Greater Vancouver and Victoria areas there is an additional transit tax of 4.0 ¢/litre and 1.5 ¢/litre respectively.

NWT: - The gasoline tax is based on a 17% ad valorem rate and the diesel tax is 85% of the gasoline tax.

TABLE 4
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
January 1, 1992	Gasoline	13.7	11.8	12.3	12.7	14.5	14.7	10.5	10.0	9.0	9.76	4.2	9.4
	Diesel	15.6	11.8	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.20	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.03	0.7	1.0
	Propane	13.7	11.8	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
February 1, 1992	Gasoline	13.7	11.8	12.3	12.7	14.5	14.7	10.5	10.0	9.0	9.76	4.2	9.4
	Diesel	15.6	11.8	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.20	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.03	0.7	1.0
	Propane	13.7	11.8	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
March 1, 1992	Gasoline	13.7	11.8	12.6	12.7	14.5	14.7	10.5	10.0	9.0	9.76	4.2	9.4
	Diesel	15.6	11.8	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.20	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.03	0.7	1.0
	Propane	13.7	11.8	12.6	6.7	7.8	4.3	5.7	7.0	6.5			
April 1, 1992	Gasoline	13.7	11.6	12.6	10.7	14.5	14.7	10.5	10.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.6	6.7	7.8	4.3	5.7	7.0	6.5			
May 1, 1992	Gasoline	13.7	11.6	12.6	10.7	14.5	14.7	10.5	10.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.2	13.7	14.5	14.3	10.9	10.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.6	6.7	7.8	4.3	5.7	7.0	6.5			
May 7, 1992	Gasoline	13.7	11.6	12.6	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.2	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.6	6.7	7.8	4.3	5.7	7.0	6.5			

* Additional (8%) Québec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
June 1, 1992	Gasoline	13.7	11.6	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.6	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.8	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.6	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
July 1, 1992	Gasoline	13.7	11.5	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.5	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
August 1, 1992	Gasoline	13.7	11.5	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	13.7	11.5	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
August 17, 1992	Gasoline	13.7	11.5	12.5	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.1	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.5	12.5	6.7	7.8	4.3	5.7	7.0	6.5			
September 1, 1992	Gasoline	13.7	11.5	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.4
	Diesel	15.6	11.5	14.0	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.0
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.5	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
October 1, 1992	Gasoline	13.7	11.7	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
November 1, 1992	Gasoline	13.7	11.7	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	14.5	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	12.3	6.7	7.8	4.3	5.7	7.0	6.5			

* Additional (8%) Québec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
 (¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>N.F.L.D.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
November 25, 1992	Gasoline	13.7	11.7	12.3	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	12.3	6.7	7.8	4.3	5.7	7.0	6.5			
December 1, 1992	Gasoline	13.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	15.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
December 4, 1992	Gasoline	15.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
January 1, 1993	Gasoline	15.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
February 1, 1993	Gasoline	15.7	11.7	11.8	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	14.0	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	11.8	6.7	7.8	4.3	5.7	7.0	6.5			
March 1, 1993	Gasoline	15.7	11.7	10.9	10.7	14.5	14.7	10.5	13.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	13.6	13.7	12.6	14.3	10.9	13.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	10.9	6.7	7.8	4.3	5.7	7.0	6.5			
March 19, 1993	Gasoline	15.7	11.7	10.9	10.7	14.5	14.7	10.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.7	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			

* Additional (8%) Québec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
April 1, 1993	Gasoline	15.7	10.7	10.9	10.7	14.5	14.7	10.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	5.0	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			
April 7, 1993	Gasoline	15.7	10.7	10.9	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			
May 1, 1993	Gasoline	15.7	10.7	10.9	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.6	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	10.9	6.7	7.8	4.3	5.7	9.0	6.5			
June 1, 1993	Gasoline	15.7	10.7	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.1	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	10.7	11.1	6.7	7.8	4.3	5.7	9.0	6.5			
June 18, 1993	Gasoline	15.7	11.2	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	4.2	9.6
	Diesel	17.6	11.6	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	5.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	0.7	1.0
	Propane	7.0	11.2	11.1	6.7	7.8	4.3	5.7	9.0	6.5			
July 1, 1993	Gasoline	15.7	11.2	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	6.2	9.6
	Diesel	17.6	11.6	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	11.1	6.7	7.8	4.3	5.7	9.0	6.5			
August 1, 1993	Gasoline	15.7	11.2	11.1	10.7	14.5	14.7	11.5	15.0	9.0	10.0	6.2	9.6
	Diesel	17.6	11.6	13.3	13.7	12.6	14.3	10.9	15.0	9.0	10.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	11.1	6.7	7.8	4.3	5.7	9.0	6.5			

* Additional (8%) Québec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
September 1, 1993	Gasoline	15.7	11.2	11.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	13.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	11.5	6.7	7.8	4.3	5.7	9.0	6.5			
October 1, 1993	Gasoline	15.7	11.2	13.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	15.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	13.5	6.7	7.8	4.3	5.7	9.0	6.5			
November 1, 1993	Gasoline	15.7	11.2	13.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	15.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	13.5	6.7	7.8	4.3	5.7	9.0	6.5			
December 1, 1993	Gasoline	15.7	11.2	12.8	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.6	15.1	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	11.2	12.8	6.7	7.8	4.3	5.7	9.0	6.5			
January 1, 1994	Gasoline	15.7	10.7	12.8	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.2	15.1	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	10.7	12.8	6.7	7.8	4.3	5.7	9.0	6.5			
February 1, 1994	Gasoline	15.7	10.7	12.8	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.2	15.1	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	10.7	12.8	6.7	7.8	4.3	5.7	9.0	6.5			
March 1, 1994	Gasoline	15.7	10.7	12.2	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	17.6	11.2	15.0	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	10.7	12.2	6.7	7.8	4.3	5.7	9.0	6.5			

* Additional (8%) Québec Sales Tax applied on all petroleum products.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>N.F.L.D.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>Q.U.E.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
March 18, 1994	Gasoline	16.5	10.7	12.2	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	11.2	15.0	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	10.7	12.2	6.7	7.8	4.3	5.7	9.0	6.5			
April 1, 1994	Gasoline	16.5	10.7	12.2	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	11.1	15.0	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	10.7	12.2	6.7	7.8	4.3	5.7	9.0	6.5			
April 13, 1994	Gasoline	16.5	12.0	12.2	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	12.5	15.0	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.8	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	12.0	12.2	6.7	7.8	4.3	5.7	9.0	6.5			
April 30, 1994	Gasoline	16.5	12.0	13.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	12.5	15.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	12.0	13.5	6.7	7.8	4.3	5.7	9.0	6.5			
May 1, 1994	Gasoline	16.5	12.0	13.5	10.7	14.5	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	12.5	15.4	13.7	12.6	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	12.0	13.5	6.7	7.8	4.3	5.7	9.0	6.5			
May 13, 1994	Gasoline	16.5	12.0	13.5	10.7	15.2	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	12.5	15.4	13.7	13.3	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	12.0	13.5	6.7	8.2	4.3	5.7	9.0	6.5			
June 1, 1994	Gasoline	16.5	12.0	13.5	10.7	15.2	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	12.5	15.4	13.7	13.3	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/5.0	1.1	1.0
	Propane	7.0	12.0	13.5	6.7	8.2	4.3	5.7	9.0	6.5			

* Additional Québec Sales Tax applied on all petroleum products, 8% prior to May 13, 1994, and 6.5% effective May 13, 1994.

TABLE 4 (continued)
HISTORY OF PROVINCIAL MOTIVE FUEL TAXES
(¢/litre)

<u>DATE</u>	<u>PRODUCT</u>	<u>NFLD.</u>	<u>P.E.I.</u>	<u>N.S.</u>	<u>N.B.</u>	<u>QUE.*</u>	<u>ONT.</u>	<u>MAN.</u>	<u>SASK.</u>	<u>ALTA.</u>	<u>B.C.</u>	<u>Y.T.</u>	<u>N.W.T.</u>
July 1, 1994	Gasoline	16.5	12.0	13.5	10.7	15.2	14.7	11.5	15.0	9.0	11.0	6.2	9.6
	Diesel	16.5	12.5	15.4	13.7	13.3	14.3	10.9	15.0	9.0	11.5	7.2	8.2
	Avgas/Turbo	0.7	0.7	0.9	2.5	3.0	2.7	4.2	7.0	5.0	3.0/4.0	1.1	1.0
	Propane	7.0	12.0	13.5	6.7	8.2	4.3	5.7	9.0	6.5			

* Additional (6.5%) Quebec Sales Tax applied on all petroleum products.

TABLE 5
RECENT HISTORY OF PROVINCIAL FIXED AND
AD VALOREM TAX RATES
AS OF JULY 1, 1994

	DATE OF CHANGE	AD VALOREM %	
		Gasoline	Diesel
Newfoundland	Apr. 14/81	22	26
	July 1/89	23	27
	Apr. 1/92	fixed rate	fixed rate
			(1.5¢/litre surcharge on leaded gasoline)
Prince Edward Island	Feb. 29/80	22	29
	Mar. 06/85	20	23
	Mar. 14/90	23	26
	June 18/93	24	27
	Apr. 13/94	fixed rate	fixed rate
Nova Scotia	May 03/82	20	21
	Apr. 28/90	22.25	31.5
	Jan. 1/91	24.5	31.5
	Oct. 1/93	28.8	36.2
	Apr. 30/94	fixed rate	fixed rate
New Brunswick	July 01/81	16	23
	May 07/83	20	23
	Jan. 01/89	24.5	31.5
	Mar. 31/89	24.5	31.5
	Apr. 2/91	fixed rate	fixed rate
			(2.2¢/litre surcharge on leaded gasoline)
Quebec	Mar. 26/80	20	20
	Nov. 18/81	40	40
	Nov. 16/83	30	30
	May 02/86	fixed rate	fixed rate
Ontario	May 20/81	20	27
	Jan. 01/86	fixed rate	fixed rate
	Apr. 21/88	fixed rate	fixed rate
			(3.0¢/litre surcharge on leaded gasoline)
Manitoba	Nov. 01/80	20	18
	Apr. 01/83	fixed rate	fixed rate
	Apr. 01/85	fixed rate	fixed rate
	Sept. 01/88	fixed rate	fixed rate
			(0.9¢/litre surcharge on leaded gasoline)
			(1.8¢/litre surcharge on leaded gasoline)
Saskatchewan	Nov. 01/80	20	28
	May 09/82	exempt	exempt
	June 22/87	fixed rate	fixed rate
	Mar. 31/89	fixed rate	fixed rate
			(2.0¢/litre surcharge on leaded gasoline)
Alberta	Apr. 01/78	exempt	exempt
	June 01/87	fixed rate	fixed rate

TABLE 5
RECENT HISTORY OF PROVINCIAL FIXED AND
AD VALOREM TAX RATES
AS OF JULY 1, 1994

	DATE OF CHANGE	AD VALOREM %	
		Gasoline	Diesel
British Columbia	Oct. 01/81	20	(diesel tax is gasoline tax plus 0.44¢/litre)
	Apr. 01/87	20	(2.0¢/litre surcharge on leaded gasoline)
	Apr. 01/88	22.5	
	Apr. 1/92	fixed rate	
Yukon		fixed rate	
Northwest Territories	Apr. 01/82	15	(diesel tax is 85% of the tax on gasoline)
	July 01/86	17	

TABLE 6
CALCULATION OF PROVINCIAL CONSUMPTION TAXES ON MOTIVE FUELS (1)
AS OF JULY 1, 1994

<u>PROVINCE</u>	<u>GASOLINE</u>	<u>DIESEL</u>	<u>AVGAS/TURBO</u>	<u>PROPANE (3)</u>	<u>COMMENTS</u>
NEWFOUNDLAND	_____	_____	_____	_____	
PRINCE EDWARD ISLAND	_____	_____	_____	_____	
NOVA SCOTIA	_____	_____	_____	_____	
NEW BRUNSWICK	_____	_____	_____	_____	
QUEBEC (4)	_____	_____	_____	_____	
ONTARIO	_____	_____	_____	_____	
MANITOBA	_____	_____	_____	_____	
SASKATCHEWAN	_____	_____	_____	_____	
ALBERTA	_____	_____	_____	_____	
BRITISH COLUMBIA	_____	_____	_____	EXEMPT	
YUKON	_____	_____	_____	EXEMPT	
NORTHWEST TERRITORIES	- Ad valorem rate based on 17% of the combined average f/s, s/s, retail price of gasoline. (2)	- Ad valorem rate based on 85% of the tax on gasoline.	FIXED RATE	EXEMPT	- Rates are adjusted quarterly - Sample of prices from Yellowknife.

NOTES: f/s - full serve
s/s - self serve

- (1) Reduced rates of tax may be applicable depending on the end use of the product as determined by each province, e.g. diesel fuel for off-highway use, standby generator, road construction, etc.
- (2) Ad valorem rates are calculated on the retail price minus the territorial tax.
- (3) The propane tax applies on fuel used in motor vehicles.
- (4) Additional (6.5%) Québec sales tax applied on all petroleum products.

TABLE 7
PROVINCIAL CLEAR AND MARKED FUEL TAXES
(AS OF JULY 1, 1994 - ¢/litre)

MOTOR GASOLINE

PROVINCE	REGULAR		MID-GRADE		PREMIUM	
	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>
NFLD.	16.5	N/A	16.5	N/A	16.5	N/A
P.E.I.	12.0	Exempt	12.0	Exempt	12.0	Exempt
N.S.	13.5	Exempt	13.5	Exempt	13.5	Exempt
N.B.	10.7	N/A	10.7	N/A	10.7	N/A
QUE.	15.2	N/A	15.2	N/A	15.2	N/A
ONT.	14.7	N/A	14.7	N/A	14.7	N/A
MAN.	11.5	Exempt	11.5	Exempt	11.5	Exempt
SASK.	15.0	N/A	15.0	N/A	15.0	N/A
ALTA.	9.0	Exempt	9.0	Exempt	9.0	Exempt
B.C.	11.0	3.0	11.0	3.0	11.0	3.0

N/A = not applicable

- NFLD. - The clear gasoline tax is 12.2 ¢/litre in the region between the Québec border and Red Bay in Labrador.
- P.E.I. - Marked gasoline may be purchased tax exempt by qualified users holding a permit.
- QUE. - The gasoline tax is reduced by varying amounts in certain remote areas and within 20 kilometres of the provincial and U.S. borders.
- Motor gasoline subject to an additional 6.5% Québec Sales Tax.
- NFLD, N.B., QUE. & ONT. - Clear gasoline for off-highway use is taxable at the clear tax rate and is refundable under certain conditions.
- SASK. - Gasoline purchased by farmers and primary producers of renewable resources at retail outlets is not tax exempt; however, the purchaser may apply for a rebate of 15.0 ¢/litre to a maximum of \$900 annually.
- ALTA. - Under certain conditions, there is a reduced rate of tax for off-highway use of clear gasoline in logging, mining, commercial fishing, road, pipeline or dam construction.
- The Alberta Farm Fuel Distribution Allowance (AFFDA) provides farmers with a reduction of 4.0 ¢/litre from the basic price of marked gasoline for farm and other designated uses.
- B.C. - The Municipal Transit Tax (MTT) is in addition to all other sales taxes. Currently 4.0 ¢/litre and 1.5 ¢/litre is applicable to retail sales of clear gasoline in the Greater Vancouver Regional District and Victoria, respectively.
- Marked gasoline may only be purchased for use in logging, mining, farming, commercial fishing and road building.
- Alcohol based transportation fuel with at least 85% ethanol/methanol is tax exempt.

TABLE 7 (continued)
PROVINCIAL CLEAR AND MARKED FUEL TAXES
(AS OF JULY 1, 1994 - ¢/litre)

MIDDLE DISTILLATES

PROVINCE	DIESEL FUEL		FURNACE OIL		STOVE OIL		KEROSENE	
	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>	<u>Clear</u>	<u>Marked</u>
Nfld.								
P.E.I.	16.5	Exempt	N/A	Exempt	N/A	Exempt	Exempt	N/A
N.S.	12.5	Exempt	N/A	Exempt	N/A	Exempt	Exempt	N/A
N.B.	15.4	Exempt	N/A	Exempt	N/A	Exempt	N/A	Exempt
Que.	13.7	N/A	Exempt	N/A	Exempt	N/A	Exempt	N/A
Que.	13.3	Exempt	N/A	6.5%	N/A	6.5%	6.5%	N/A
Ont.	14.3	Exempt	N/A	Exempt	N/A	Exempt	N/A	Exempt
Man.	10.9	Exempt	N/A	Exempt	N/A	Exempt	Exempt	1.9
Sask.	15.0	Exempt	Exempt	N/A	Exempt	N/A	Exempt	N/A
Alta.	9.0	Exempt	9.0	Exempt	9.0	Exempt	Exempt	N/A
B.C.	11.5	3.0	Exempt	N/A	Exempt	N/A	Exempt	N/A

N/A = not applicable

- In all provinces, middle distillates used for residential heating are tax exempt, except for Quebec. When used for commercial heating, they are also tax exempt except in the following provinces: Nfld. - taxable at 12% - Retail Sales Tax Act; Qué. - taxable at 6.5% - Retail Sales Tax Act; Man. - taxable at 1.9 ¢/litre - Motive Fuel Tax Act; Alta. - clear taxable at 9.0 ¢/litre - Fuel Tax Act; B.C. - taxable at 6% - Social Services Tax Act.
- Heating oils used in internal combustion engines are liable for tax at the clear diesel fuel rate.
- Marked diesel may be purchased tax exempt by qualified users holding a permit.
- Clear diesel may be purchased by qualified users tax exempt or a tax refund may be obtained under extenuating circumstances.
- The diesel tax is reduced by varying amounts in certain remote areas and within 20 kilometres of the provincial and U.S. borders.
- Additional (6.5%) Québec Sales Tax applied on all petroleum products.
- Kerosene type 1k is exempted under the MFT Act, but is taxable under the Retail Sales Tax Act when sold in small containers; Kerosene other than type 1k (e.g. 2k) is taxable at the same rates as diesel fuel in accordance with use.
- Under certain conditions there is a reduced rate of tax for off-highway use of clear diesel in logging, mining, commercial fishing, road, pipeline or dam construction.
- The Alberta Farm Fuel Distribution Allowance (AFFDA) provides farmers with a reduction of 10.0 ¢/litre from the basic price of marked diesel for farm use, for use in domestic appliances and for heating or lighting premises other than for use in principal private dwellings.
- The tax on clear furnace and stove oil may be rebated totally or in part to some users under certain circumstances.
- The Municipal Transit Tax (MTT) is in addition to all other sales taxes. Currently 4.0 ¢/litre and 1.5 ¢/litre is applicable to retail sales of clear diesel fuel in the Greater Vancouver Regional District and Victoria, respectively.
- Marked diesel may only be purchased for use in logging, mining, farming, commercial fishing and road building.

TABLE 7 (continued)
PROVINCIAL CLEAR AND MARKED FUEL TAXES
(AS OF JULY 1, 1994 - ¢/litre)

OTHER FUELS

PROVINCE	PROPANE		LOCOMOTIVE DIESEL		MARINE		AVGAS/ TURBO
	Carburation	Heating			Offshore	Coastal	
NFLD.	7.0	Exempt	Exempt		12%	Exempt	0.7
P.E.I.	12.0	Exempt	Exempt		Exempt	See note	0.7
N.S.	13.5	Exempt	Exempt		1.1	1.1	0.9
N.B.	6.7	Exempt	4.3		Exempt	Exempt	2.5
QUE.	8.2	6.5%	3.0		Exempt	Exempt	3.0
ONT.	4.3	Exempt	4.5		Exempt	Exempt	2.7
MAN.	5.7	Exempt	7.45		*	*	4.2
SASK.	9.0	Exempt	15.0		N/A	N/A	7.0
ALTA.	6.5	Exempt	9.0		N/A	N/A	5.0
B.C.	Exempt	Exempt	3.0		3.0	3.0	3.0/4.0

N/A = not applicable

Propane: Carburation - QUE. - reduced by one-third in certain areas and within 20 kilometres of the provincial and U.S. borders; propane subject to an additional 6.5% Québec Sales Tax.
- MAN. - 4.3 ¢/kg, portable cylinder refills.

Heating - In most provinces propane used for residential and commercial heating is tax exempt. There are the following exceptions:
NFLD. - commercial taxable at 12% - Retail Sales Tax Act
QUE. - residential and commercial taxable at 6.5% - Retail Sales Tax Act
MAN. - commercial taxable at 1.6 ¢/litre - Motive Fuel Tax Act
B.C. - commercial taxable at 6% - Social Services Tax Act

Locomotive diesel is clear diesel except in Quebec which uses marked fuel. In Québec locomotive diesel is subject to an additional 6.5% Québec Sales Tax.

Marine fuel includes gasoline, diesel and bunker fuels.

Offshore (deep sea) vessels include foreign fishing vessels, offshore supply vessels, oil rigs, cargo vessels and other vessels that operate outside provincial waters, except commercial ferries operating on a regular scheduled route. Coastal vessels include ships that operate in and around the shores of a province.
P.E.I. - taxable at normal tax rate depending on type of fuel used;
N.S. - vessels used in the commercial transportation of goods are exempt; all commercial vessels used for other than the transportation of goods must pay tax;

*MAN. - Commercial fishing qualifies for exemption when using marked fuel; other users (e.g. tour boats) pay clear diesel fuel rate at 10.9 ¢/litre.
B.C. - 7% of purchase price if bunker fuel is used.

QUE. - exempt when used for international flights.
- additional 6.5% QST on domestic flights - Retail Sales Tax Act.

Aviation /Turbo:

TABLE 8
FEDERAL AND PROVINCIAL TAXES ON ALTERNATIVE FUEL
(AS OF JULY 1, 1994 - ¢/litre)

	METHANOL		ETHANOL		NATURAL GAS
<u>FEDERAL TAXES</u>					
Excise	M100	M85	E85	E10	
GST (7%)	exempt 7%	1.3 7%	1.3 7%	7.7 7%	exempt 7%
<u>PROVINCIAL TAXES</u>					
NFLD.	16.5	16.5	16.5	16.5	N/A
P.E.I.	N/A	N/A	N/A	N/A	N/A
N.S.	13.5	13.5	13.5	13.5	N/A
N.B.	N/A	N/A	N/A	N/A	N/A
QUE.	15.2	15.2	15.2	15.2	Exempt
Q.S.T.	6.5%	6.5%	6.5%	6.5%	6.5%
ONT.	Exempt	2.2	2.2	13.2	Exempt
MAN.	11.5	11.5	11.5	11.5	7%
SASK.	15.0	15.0	15.0	15.0	Exempt
ALTA.	Exempt	1.4	1.4	8.1	Exempt
B.C.	Exempt	Exempt	Exempt	11.0	Exempt

N/A = not applicable

Note: The ethanol and methanol portions of blended fuels are exempt from the federal excise tax.

P.E.I. - Methanol and ethanol blend do not exist in the province of P.E.I. It is anticipated that it would be taxed at the same rate as gasoline if the product was available.

N.B. - In order to control the mis-use of gasoline, methanol and ethanol blends are illegal in New Brunswick.

SASK. - A rebate of 40 ¢/litre is given to a supplier that produces and sells ethanol in the province of Saskatchewan.

B.C. - Alcohol based fuel consisting of at least 85% ethanol, methanol or both is exempt from tax when purchased to propel a motor vehicle. This exemption expires on March 31, 1997.



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